
Cover Pool Information

10.3.2015

Covered Bond



Landsbankinn Covered Bonds report



Report date: 10.03.2015

Portfolio Characteristics	Indexed*	Non-Indexed	Total
Total Cover Pool Balance	3.966	5.946	9.912
Average Loan Balance	17	16	16
No. Of Loans	232	373	605
No. Of Borrowers	232	373	605
No. Of Properties	232	373	605
WA LTV	53%	49%	51%
WA Seasoning (Years)	5,08	3,02	3,84
WA Remaining terms (Years)	30,65	29,70	30,08
WA Interest Rate	3,99%	6,65%	5,58%

*Indexed mortgage linked to the consumer price index in iceland as published by statistic Iceland (Hagstofa Íslands: www.hagstofa.is). Non Indexed are fixed rate mortgages

LTV %	Exposure (ISK)	Percentage	No. Loans	Percentage
0-20	233	2%	22	4%
20-30	581	6%	44	7%
30-40	1.538	16%	105	17%
40-50	1.915	19%	117	19%
50-60	2.631	27%	150	25%
60-70	2.687	27%	150	25%
70-80	328	3%	17	3%
80-90	0	0%	0	0%
more than 90	0	0%	0	0%
Total	9.912	100%	605	100%

Area	Exposure (ISK)	Percentage	No. Loans	Percentage
Reykjavík	4.631	47%	283	47%
Höfuðborgarsvæðið	3.540	36%	197	33%
Norðurland eystra	520	5%	38	6%
Suðurland	260	3%	20	3%
Suðurnes	362	4%	24	4%
Vesturland	359	4%	25	4%
Vestfirðir	35	0%	3	0%
Austurland	182	2%	13	2%
Norðurland vestra	23	0%	2	0%
Total	9.912	100%	605	100%

Payment frequency	Exposure (ISK)	Percentage	No. Loans	Percentage
Monthly	9.868	99%	602	99%
Other	44	1%	3	1%
Total	9.912	100%	605	100%

Days in arrears	Exposure (ISK)	Percentage	No. Loans	Percentage
Not in arrears	9.515	96%	584	97%
1-30	377	4%	19	3%
31-60	11	0%	1	0%
61-90	9	0%	1	0%
More than 90	0	0%	0	0%
Total	9.912	100%	605	100%

Seasoning (Years)	Exposure (ISK)	Percentage	No. Loans	Percentage
0-3	5.964	60%	353	58%
3-6	1.480	15%	97	16%
6-9	1.042	11%	67	11%
9-12	1.426	14%	88	15%
more than 12	0	0%	0	0%
Total	9.912	100%	605	100%

Remaining (Years)	Exposure (ISK)	Percentage	No. Loans	Percentage
0-5	28	0%	2	0%
5-10	77	1%	7	1%
10-20	1.443	15%	99	16%
20-30	2.425	24%	144	24%
more than 30	5.940	60%	353	58%
Total	9.912	100%	605	100%

Loan Balance (m.)	Exposure (ISK)	Percentage	No. Loans	Percentage
0-30	9.157	92%	583	96%
30-60	755	8%	22	4%
60-90	0	0%	0	0%
more than 90	0	0%	0	0%
Total	9.912	100%	605	100%

Interest type	Exposure (ISK)	Percentage	No. Loans	Percentage
3Y interest reset	788	8%	48	8%
5Y interest reset	2.927	30%	182	30%
Fixed	1.979	20%	122	20%
Floating	4.219	43%	253	42%
Total	9.912	100%	605	100%

Issuance	Amount
Cover Pool Eligable for Calculation - Exposure ISK	9.912
Cover Pool Eligable for Calculation - Number of Mortgages	605
Total Issuance	7.890
Substitution - Cash	152
Substitution - Government Bond	0
Minimum Over Collateralisation	20,0%
Over Collateralisation	27,6%

Comments from Risk Management

The management of interest rate risk against interest rate gap limits is supplemented by monitoring the sensitivity of financial assets and liabilities to various interest rate scenarios. The following table shows the current results from the net present value test as well as the stress tests that are run weekly on the cover pool. The table shows both the net present value for assets and liabilities as well as the ratio of the net present value to the nominal value of assets and liabilities. All numbers are in ISK millions.

"Nominal" is the original value. The net present value test is labelled „Base" while the stress tests, on the interest rate level (100 bp) and consumer price index (50 bp) are labelled by the name of the risk factor that is being changed and the direction in which it is being moved. Risk factor adverse behavior is based on the "Base" net present value test and takes into account any netting possibilities.

Stress Test: Interest Rate Sensitivity

Risk factor	NPV		NPV ratio		Diff
	Assets	Liabilities	Assets	Liabilities	
Nominal	9.452	7.460	100,00%	100,00%	1.992
Base	9.935	7.890	105,11%	105,76%	2.046
Risk free interest rate - downward shift	10.224	8.108	108,17%	108,69%	2.116
Risk free interest rate - upward shift	9.683	7.679	102,44%	102,94%	2.004
Adverse behavior	9.167	7.890	96,98%	105,76%	1.277
Consumer Price index - downward shift	10.139	7.890	107,27%	105,76%	2.250
Consumer Price index - upward shift	9.948	7.890	105,24%	105,76%	2.058

Planned frequency for updates of this summary: 4 times a year.

Landsbankinn is regulated by the Icelandic Financial Supervisory Authority (www.fme.is).

This report has been automatically generated by Landsbankinn's Risk Management. The information within are obtained from different sources, not all of which are controlled by Landsbankinn, but which Landsbankinn deems to be reliable. Whilst reasonable care has been taken to ensure that the contents of this publication are not untrue or misleading, no representation is made as to its accuracy or completeness and no liability is accepted for any loss arising from reliance on it.

Landsbankinn endeavours to ensure that the information is accurate and up-to-date, and reserves the right to make corrections to the content at any time, without prior notice.

The report shall under no circumstances be used or considered as an investment advice or investment research, or an offer to sell, or a solicitation of any offer to buy any securities. It does not have regard to the specific investment objectives, financial situation or the particular needs of any person who may receive the report.

Landsbankinn accepts no liability whatsoever for any direct or consequential loss arising from the use of this publication or its contents

Contact:

Investor Relations: [ir\[at\]landsbankinn.is](mailto:ir[at]landsbankinn.is)